1	IN THE UNITED STATES DISTRICT COURT				
2	NORTHERN DISTRICT OF ILLINOIS EASTERN DIVISION				
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4	DON WAYNE McDANIEL, et al.,				
5	Plaintiffs, Docket No. 05 C 1008				
6	vs.				
7	QWEST COMMUNICATIONS Chicago Tilicatic				
8	CORPORATION, et al., Chicago, Illinois July 18, 2006				
9	Defendants.) 9:20 a.m.				
10	TRANSCRIPT OF PROCEEDINGS - Motion				
11	BEFORE THE HONORABLE REBECCA R. PALLMEYER				
12	APPEARANCES:				
13	Taus the Distriction CHOMAN HEFFNED 9 HUDOT LLD				
14	For the Plaintiffs: SUSMAN HEFFNER & HURST, LLP BY: MR. ARTHUR T. SUSMAN				
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16	Chicago, Illinois 60603				
17	For the Defendant RACHLIS, DURHAM, DUFF & ADLER, LLC BY: MR. KEVIN B. DUFF				
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19	Chicago, Illinois 60605				
20	For the Defendant PRETZEL & STOUFFER, CHARTERED BY: MR. JAMES J. SIPCHEN				
21	One South Wacker Drive, Suite 2500				
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23	Court Reporter: FRANCES WARD, CSR, RPR, FCRR				
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1 THE CLERK: 05 C 1008, McDaniel versus QWest 2 Communications for status. 3 MR. GOTFRYD: Good morning, Judge. 4 Bill Gotfryd and Art Susman for the plaintiffs. 5 MR. SIPCHEN: Good morning, your Honor. 6 Jim Sipchen for Sprint. 7 MR. DUFF: Good morning, your Honor. 8 Kevin Duff for QWest. 9 THE COURT: Good morning. 10 I received correspondence just to confirm, I think, 11 a comment. 12 I am sorry that, Mr. Gotfryd, you got the 13 impression I thought you should stipulate to the Court's 14 jurisdiction. I recognize there is no way you can do that. 15 I meant that you needed to stipulate to the citizenship of 16 the various individuals and make it clear to me on the record 17 that there is jurisdiction. And I think the defendants have 18 volunteered to do that, and I am going to direct that it 19 happen, because I am uncomfortable having the case at this 20 stage already without any clear statement of diversity 21 jurisdiction. 22 MR. GOTFRYD: I don't have any problem with regard to citizenship issues. I just didn't want to get into a 23 24 paper tussle on issues of federal question, which we have

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differences on.

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My dealings with a lot of issues with some of the defendants' counsel has been difficult. And rather than get involved in that, I was trying to avoid it, if I could.

But as far as the citizenship of the various individuals and limited partnerships and the corporate lien, I have no problem with that. We will tend to that immediately.

THE COURT: All right. What is our status otherwise?

MR. GOTFRYD: Well, we are still in settlement negotiations. The date, which we had thought we had set, which was reflected in the recent correspondence of the Court, for July 17th is not going to work out because QWest's litigation counsel cannot make it for that session in New York.

But it has been continued for August 7th, on Monday.

I am not in a position to recommend odds to the Court on whether or not it's going to be successful. One would say that patience is wearing quite thin, so we could very well have a more decisive position right after the 7th of August.

If the Court will indulge us to set a new status hearing shortly thereafter, that probably is the best way to resolving the uncertainty right now.